OK

C/007/039

Canyon Fuel Company, LLC Dugout Canyon Mine

P. O. Box 1029 Wellington, Utah 84542 (435) 637-6360 Fax: (435) 637-0108

5 September 2001

Ms. Pamela Grubaugh-Littig Utah Coal Program Utah Division of Oil, Gas & Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

Re:

Gilson Water Well to the Dugout Canyon Mine M&RP, Carbon County, Utah,

ACT/007/039.

Dear Ms. Grubaugh-Littig:

Enclosed with this letter are the C1 and C2 forms and five copies of a permit modification application to Dugout Canyon Mine's M&RP. Three copies of pages with the modified text denoted with "redline/strikeout" marks are included. The application is for the drilling and construction of a water well to supply process and fire fighting water for the Dugout Canyon Mine.

If you have any questions regarding this submittal, please call Gary Taylor at (435)448-2620.

Sincerely,

Gary E. Taylor

Sr. Environmental Engineer Canyon Fuel Company, LLC

Enclosures

cc: Steve Demczak, Price Field Office